House File 314 - Introduced

HOUSE FILE 314

BY COMMITTEE ON STATE

GOVERNMENT

(SUCCESSOR TO HF 139)

A BILL FOR

- 1 An Act relating to notification of the general assembly
- 2 concerning certain state government leases and real property
- 3 acquisitions.
- 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

H.F. 314

- 1 Section 1. <u>NEW SECTION</u>. **7E.5B** Real property lease or 2 purchase notice.
- 3 In addition to any other provision of law, any purchase or
- 4 lease of real property, other than on a temporary basis, when
- 5 necessary in order to implement the programs of an authority or
- 6 protect the investments of an authority, shall require prior
- 7 written notice from the authority to the legislative services
- 8 agency. The legislative services agency shall submit the
- 9 notification to the government oversight standing committees
- 10 of the general assembly. The notification shall include the
- 11 information as described in section 8A.321, subsection 16.
- 12 Sec. 2. Section 8A.321, Code 2021, is amended by adding the
- 13 following new subsection:
- 14 NEW SUBSECTION. 16. At least thirty days prior to entering
- 15 into a contract for a lease or renewal of a lease pursuant
- 16 to subsection 6 or a contract for the acquisition of real
- 17 property pursuant to subsection 9 in which any part or the
- 18 total amount of the contract is at least fifty thousand
- 19 dollars, notify the legislative services agency concerning the
- 20 contract. The legislative services agency shall submit the
- 21 notification to the general assembly's standing committees on
- 22 government oversight. The notification is required regardless
- 23 of the source of payment for the lease, renewal of lease, or
- 24 acquisition of real property. The notification shall include
- 25 all of the following information:
- 26 a. A description of the buildings and office space subject
- 27 to the lease or renewal of lease or a description of the real
- 28 property to be acquired.
- 29 b. The proposed terms of the contract.
- 30 c. The cost of the contract, including principal and
- 31 interest costs. If the actual cost of a contract is not known
- 32 at least thirty days prior to entering into the contract, the
- 33 director shall estimate the principal and interest costs for
- 34 the contract.
- 35 d. An identification of the means and source of payment of

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1 the contract.
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2 e. An analysis of consequences of delaying or abandoning the 3 commencement of the contract.

4 EXPLANATION

- 5 The inclusion of this explanation does not constitute agreement with 6 the explanation's substance by the members of the general assembly.
- 7 This bill establishes notice requirements relating to
- 8 certain leases or purchases of real property by the department
- 9 of administrative services or executive branch authority.
- 10 New Code section 7E.5B requires an executive branch
- ll authority to provide prior written notice to the legislative
- 12 services agency for submission to the general assembly's
- 13 standing committees on government oversight information for any
- 14 purchase or lease of real property, other than on a temporary
- 15 basis, by the authority when necessary in order to implement
- 16 the programs of the authority. The bill provides that the
- 17 notification shall include the information as required by the
- 18 bill for the department of administrative services.
- 19 Code section 8A.321, concerning managing the physical
- 20 resources of government, is amended to require the director of
- 21 the department of administrative services to notify and provide
- 22 to the legislative services agency for submission to the
- 23 general assembly's standing committees on government oversight
- 24 information regarding entering into a contract for a lease or
- 25 renewal of a lease for certain buildings and office space or
- 26 a contract for the acquisition of real property in which any
- 27 part or the total amount of the contract is at least \$50,000.
- 28 The bill requires the notification at least 30 days prior to
- 29 entering into a contract and provides that the notification
- 30 include information describing the buildings and office space
- 31 subject to the lease or renewal of lease or describing the
- 32 real property to be acquired, providing the proposed terms of
- 33 the contract and the cost of the contract, identifying the
- 34 means and source of payment of the contract, and analyzing the
- 35 consequences of delaying or abandoning the commencement of the

H.F. 314

1 contract.